PRIGINAL



1

2

3

4

5

6

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

**COMMISSIONERS** 

GARY PIERCE - Chairman **BOB STUMP** 

IN THE MATTER OF THE APPLICATION OF ARIZONA WATER COMPANY TO EXTEND ITS CERTIFICATE OF CONVENIENCE AND NECESSITY IN CASA GRANDE, PINAL

SANDRA D. KENNEDY PAUL NEWMAN **BRENDA BURNS** 

2011 FEB 10 A 8: 57 AZ CORP COMPLEGION

DUCKET CONTROL

Arizona Corporation Commission DOCKETED

FEB 1 0 2011



DOCKET NO. W-01445A-03-0559

PROCEDURAL ORDER

BY THE COMMISSION:

COUNTY, ARIZONA.

On April 6, 2004, Decision No. 66893 was issued in this docket. Decision No. 66893 conditionally granted an application filed on August 12, 2003 by Arizona Water Company ("Arizona Water" or "AWC") for an extension of its existing Certificate of Convenience and Necessity ("CC&N") in Pinal County, Arizona.

Decision No. 66893 placed two conditions on the approval of Arizona Water's August 12, 2003 application. Arizona Water was ordered to file: (1) a copy of the Developers' Certificate of Assured Water Supply ("CAWS") for both the Post Ranch development and the Florence Country Estates development with the Arizona Corporation Commission ("Commission") within 365 days of the Decision; and (2) a main extension agreement associated with the extension area within 365 days of the Decision.

On July 30, 2007, Decision No. 69722 was issued finding that Arizona Water was not able to comply with the time periods established in Decision No. 66893 because the developer of a portion of the extension area withdrew its Arizona Department of Water Resources ("ADWR") CAWS application. However, the Commission concluded that the issuance of the ADWR Analysis of Assured Water Supply satisfied the objective of the condition in Decision No. 66893 for submission of a CAWS for the Florence Country Estates development and that adequate physical water supplies exist for the development. Decision No. 69722 therefore found that, for purposes of compliance, the conditions placed on Arizona Water's CC&N extension in Decision No. 66893 had been fulfilled.

27 28

Decision No. 69722 also remanded the case to the Hearing Division for further proceedings regarding whether AWC should continue to hold a CC&N for the property owned by Cornman Tweedy.

Following the submission of additional testimony and briefing by the parties, a Recommended Order on Remand was issued by the Hearing Division on November 29, 2010. The Recommended Order was discussed during the Commission's December 14, 2010 Open Meeting, and again during the February 1, 2011 Open Meeting. At the February 1, 2011 Open Meeting, the Commission voted to send the matter back to the Hearing Division for further proceedings to determine "whether a public service corporation, like Arizona Water, in this water challenged area and under the circumstances presented in this case, is providing reasonable service if it is not able or not willing to provide integrated water and wastewater services."

IT IS THEREFORE ORDERED that a procedural conference shall be scheduled for February 22, 2011, at 10:00 a.m., Hearing Room 1, at the Commission's offices, 1200 West Washington, Phoenix, Arizona 85007, for the purpose of discussing scheduling of the further proceedings directed by the Commission.

IT IS FURTHER ORDERED that the Administrative Law Judge may rescind, alter, amend, or waive any portion of this Procedural Order either by subsequent Procedural Order or by ruling at hearing.

Dated this /0 day of February, 2011

19

16

17

18

20

21

22

2324

25

26

27

28

Ondes

DWIGHT D. NODES
ASSISTANT CHIEF ADMINISTRATIVE LAW JUDGE

1	Copies of the foregoing mailed/delivered
2	this 10th day of February, 2011, to:
3	Robert W. Geake ARIZONA WATER COMPANY
4	P.O. Box 29006 Phoenix, AZ 85038-9006
5	Steven A. Hirsch
6	BRYAN CAVE, LLP Two North Central Avenue, Suite 2200
7	Phoenix, AZ 85004-4406
8	Jeffrey W. Crockett BROWNSTEIN HYATT FARBER SCHRECK, LLP
9	40 North Central Avenue, 14 <sup>th</sup> Floor Phoenix, AZ 85004
10	Janice Alward, Chief Counsel Legal Division ARIZONA CORPORATION COMMISSION 1200 West Washington Street Phoenix, AZ 85007
11	
12	
13	Steve Olea, Director
14	Utilities Division ARIZONA CORPORATION COMMISSION
15	1200 West Washington Street Phoenix, AZ 85007
16	ARIZONA REPORTING SERVICE, INC.
17	2200 North Central Avenue, Suite 502 Phoenix, AZ 85004-1481
18	_ & 0
19	By: Debra Broyles Secretary to Dwight D. Nodes
20	Secretary to Dwight D. Wodes
21	
22	
23	
24	
25	
26	
27	
28	